

**LEGISLATIVE SERVICES AGENCY  
OFFICE OF FISCAL AND MANAGEMENT ANALYSIS**

200 W. Washington, Suite 301  
Indianapolis, IN 46204  
(317) 233-0696  
<http://www.in.gov/legislative>

**FISCAL IMPACT STATEMENT**

**LS 6501**

**BILL NUMBER:** SB 148

**NOTE PREPARED:** Jan 17, 2008

**BILL AMENDED:**

**SUBJECT:** Repeal of Expiration Dates for State Offices.

**FIRST AUTHOR:** Sen. Miller

**BILL STATUS:** As Passed Senate

**FIRST SPONSOR:**

**FUNDS AFFECTED:** X GENERAL  
DEDICATED  
X FEDERAL

**IMPACT:** State

**Summary of Legislation:** This bill repeals provisions providing for the expiration on January 1, 2008, of the Office of the Secretary of Family and Social Services, certain divisions within the Office, and the Office of Medicaid Policy and Planning. The bill provides that actions taken after December 31, 2007, under the expired provisions are legalized and validated to the extent the actions would have been legal and valid before January 1, 2008.

**Effective Date:** December 31, 2007 (retroactive).

**Explanation of State Expenditures:** This bill eliminates the expiration date of the administrative structure of Family and Social Services Administration (FSSA). The FSSA administrative offices affected are:

- (1) The Office of the Secretary of Family and Social Services.
- (2) The Office of Medicaid Policy and Planning.

The bill also eliminates the expiration date of a statute that governs procedures of the Family and Social Services Committee and the division advisory councils and the expiration date of statutes that relate to certain powers of the directors of the following divisions:

- (1) Disability and Rehabilitative Services.
- (2) Family Resources.
- (3) Mental Health and Addiction.
- (4) Aging.

This bill will authorize the administrative structure of FSSA as it currently exists, to continue with no further expiration dates. The expiration of the statutory authority would not necessarily have an immediate fiscal impact depending upon the actions of the administration. Upon its statutory expiration on July 1, 1999, FSSA was extended by the Governor's executive order. Any potential fiscal impact from the termination of the authority for the positions would likely arise from the loss of appointing authority. Any potential fiscal impact of the termination of the entities authorized in the statute would involve the loss of rule-making authority as well as the federal single-state-agency designations, such as for Medicaid and Vocational Rehabilitation, that is vested in these entities.

Current salary and fringe benefit levels of the Secretary of FSSA, five broad-band executives, and four division directors total about \$1,366,213 per year. Potential costs associated with the Family and Social Services Committee (assuming 12 meetings per year) and the 3 division advisory councils (assuming 12 meetings per year per council) would be about \$38,000 per year. Therefore, the total expenditures associated with the ten administrative positions and the advisory bodies total about \$1.4 M per year. (If the statutory elimination of the offices were construed to include all individuals employed within the offices of FSSA, the total personnel costs associated with those positions would be significantly greater.)

**Explanation of State Revenues:**

**Explanation of Local Expenditures:**

**Explanation of Local Revenues:**

**State Agencies Affected:** Family and Social Services Administration

**Local Agencies Affected:**

**Information Sources:** State Staffing Table.

**Fiscal Analyst:** Kathy Norris, 317-234-1360.